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Securities and Exchange Commission  
REC'D

UNITED STATES  
SECURITIES AND EXCHANGE  
Washington, D.C.



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ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III

SEC FILE NUMBER  
8-27880

FACING PAGE

Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 7/01/07 AND ENDING 6/30/08  
MM/DD/YY MM/DD/YY

A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: BRYAN FUNDING, INC.

OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

FIRM I.D. NO.

125 Technology Drive, Suite 105

(No. and Street)

Canonsburg

PA

15317

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Richard Bryan

724 746-4004

(Area Code - Telephone Number)

B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Eric Rossi CPA, LLC

(Name - If individual, state last, first, middle name)

500 N. Lewis Run Rd. Ste 225 Pittsburgh

PA

15122

(Address)

(City)

(State)

(Zip Code)

CHECK ONE:

☒ Certified Public Accountant

☐ Public Accountant

☐ Accountant not resident in United States or any of its possessions.

PROCESSED

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THOMSON REUTERS

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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

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11/15

# OATH OR AFFIRMATION

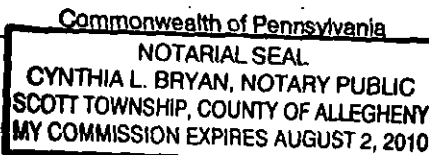
I, Richard Bryan, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Bryan Funding, Inc, as of June 30, 20 08, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

Richard Bryan  
Signature

President

Title

Cynthia L. Bryan  
Notary Public



This report \*\* contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☐ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-3 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☒ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) A copy of the SIPC Supplemental Report.
- ☐ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.
- ☒ (o) Statement of Cash Flows.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

FINANCIAL STATEMENTS

BRYAN FUNDING, INC,

JUNE 30, 2008

ERIC ROSSI CPA, LLC

PITTSBURGH, PENNSYLVANIA

## CONTENTS

### Page

#### Audited Financial Statements

Independent Auditor's Report .....	2
Statement of Financial Condition .....	3
Statement of Income .....	4
Statement of Cash Flows .....	5
Statement of Changes in Stockholder's Equity .....	6
Notes to Financial Statements .....	7-8

#### Supplemental Schedules

Computation of Aggregate Indebtedness to Net Capital - Schedule I .....	9
Reconciliation of Net Capital Computation to June 30, 2008 Focus Report - Schedule II .....	10
Independent Auditor's Report on Internal Accounting Control .....	11-12

### **Independent Auditor's Report**

Board of Directors  
Bryan Funding, Inc.  
Canonsburg, PA 15317

I have audited the accompanying statement of financial condition of Bryan Funding, Inc. as of June 30, 2008 and the related statements of income, changes in stockholder's equity, and cash flows for the year then ended that you are filing pursuant to Rule 17a-5 under the Securities Exchange Act of 1934. These financial statements are the responsibility of the Company's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bryan Funding, Inc. as of June 30, 2008 and the results of their operations and their cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

My audit was conducted for the purpose of forming an opinion on the basic financial statements, taken as a whole. The information contained in Schedules I and II is presented for the purposes of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by Rule 17a-5 under the Securities Exchange Act of 1934. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Pittsburgh, Pennsylvania  
August 12, 2008

**BRYAN FUNDING, INC.**

**STATEMENT OF FINANCIAL CONDITION**

**JUNE 30, 2008**

**ASSETS**

**Current Assets**

Cash and cash equivalents	\$ 83,698
Accounts receivable	1,200
Other receivable	<u>49,694</u>
	<u>\$ 134,592</u>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

**Current Liabilities**

Commissions payable	\$ 85,080
Income taxes payable	<u>6,700</u>
	91,780

**Stockholder's Equity**

Capital stock, \$1.00 par value; 5,000 shares authorized and outstanding	5,000
Paid-in capital	14,502
Retained earnings	<u>23,310</u>
	<u>42,812</u>
	<u>\$ 134,592</u>

The accompanying notes are an integral part  
of the financial statements.

**BRYAN FUNDING, INC.**

**STATEMENT OF INCOME**

**FOR THE YEAR ENDING JUNE 30, 2008**

**Income**

Commissions	\$ 1,173,504
Other income	35,000
	<u>1,208,504</u>

**Expenses**

Commissions	586,173
Wholesaling fees	583,629
Insurance	2,110
Accounting fees	1,875
Bank and brokerage fees	5,240
	<u>1,179,027</u>

**Net income before taxes**

29,477

**Income Taxes**

Federal	3,700
State	3,104
	<u>6,804</u>

**Net Income**

\$ 22,673

The accompanying notes are an integral part  
of the financial statements.

**BRYAN FUNDING, INC.**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**Increase (Decrease) in Cash and Cash Equivalents**

**Cash Flows from Operating Activities:**

Cash received from customers	\$ 1,208,504
Cash paid to suppliers	(1,191,721)
Income taxes paid	<u>(104)</u>
	<u>16,679</u>

**Net Increase (Decrease) in Cash and Cash Equivalents** 16,679

**Cash and Cash Equivalents at July 1, 2007** 67,019

**Cash and Cash Equivalents June 30, 2008** \$ 83,698

**Reconciliation of Net Income (Loss) to Net Cash Provided (Used)  
by Operating Activities:**

Net income (loss) \$ 22,673

Adjustment to reconcile net income (loss) to net cash provided  
by operating activities:

Change in assets and liabilities:	
Increase in other receivable	(49,694)
Increase in accounts payable	37,000
Increase in income taxes payable	<u>6,700</u>

**Net Cash Provided By Operating Activities** \$ 16,679

The accompanying notes are an integral part  
of the financial statements.



**BRYAN FUNDING, INC.**

**STATEMENT OF CHANGES IN STOCKHOLDER'S EQUITY**

**FOR THE YEAR ENDED JUNE 30, 2008**

	<u>Common Stock</u>	<u>Paid-in Capital</u>	<u>Retained Earnings</u>
Balances at July 1, 2007	\$ 5,000	\$ 14,502	\$ 637
Additional paid-in capital			
Net Income for the Year			<u>22,673</u>
Balances at June 30, 2008	<u>\$ 5,000</u>	<u>\$ 14,502</u>	<u>\$ 23,310</u>

The accompanying notes are an integral part  
of the financial statements.

## **BRYAN FUNDING, INC.**

### **NOTES TO FINANCIAL STATEMENTS JUNE 30, 2008**

#### **Formation of Company**

The Company was formed on May 21, 1981. The principal activity of the Company is to be a broker/dealer for the sale of oil and gas interests and securities.

#### **Significant Accounting Policies**

Commission revenue is recognized when rendered and related expenses are recorded when incurred. Commission income and expense from customers' security transactions on introduced accounts are recorded on a trade date basis.

#### **Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Company considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

#### **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### **Income Taxes**

The current income tax included on the accompanying financial statements is \$3,700 and \$3,104 for federal and state taxes, respectively. The company has no deferred income taxes due as of June 30, 2008.

Expected income tax expense at the U.S. statutory tax rate	\$ 4,422	15.0%
The effect of:		
Contributions carryover from prior year	(226)	(0.7)
Increase due to state taxes, net of US federal income tax	2,638	8.9
Other, net	<u>(30)</u>	<u>(0.1)</u>
	<u>\$ 6,804</u>	<u>23.1%</u>

#### **Related Party Transactions**

The Company paid commissions of \$ 35,500 to Richard Bryan during the fiscal year ending June 30, 2008 and has a payable of \$ 84,000 due him at June 30, 2008. Richard Bryan is the sole owner of Bryan Funding, Inc. The Company also received commissions of \$62,650 from Bryan and Bryan General Partners (a partnership) during the fiscal year ending June 30, 2008. The Partnership is 50% owned by Richard Bryan.

**BRYAN FUNDING, INC.**

**NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2008**

**Net Capital Requirements**

The Company is subject to the Securities and Exchange Commission Uniform Net Capital Rule (see rule 15c3-1), which requires the maintenance of minimum net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1 (and the rule of the “applicable” exchange also provides that equity capital may not be withdrawn or cash dividends paid if the resulting net capital ratio would exceed 10 to 1). At June 30, 2008, the Company had net capital of \$42,812, which was \$37,812 in excess of its required net capital of \$5,000. The Company’s ratio of aggregate indebtedness to net capital ratio was 2.14 to 1. The Company is exempt from the Customer Protection Reserves and Custody of Securities Requirement Rule 15c3-3, under the exemptive provision provided by section (k)(1).

**BRYAN FUNDING, INC.**

**COMPUTATION OF AGGREGATE INDEBTEDNESS AND NET CAPITAL**

**SCHEDULE I**

**JUNE 30, 2008**

**Aggregate Indebtedness:**

Total money liabilities	<u>\$ 91,780</u>
Total aggregate indebtedness	<u>91,780</u>

**Net Capital:**

Common stock	\$ 5,000	
Paid in capital	14,502	
Retained earnings	<u>23,310</u>	
Net Capital		<u>\$ 42,812</u>

**Capital Requirements:**

6 2/3% of aggregate indebtedness	6,119	
Minimum dollar capital requirement	5,000	
Net capital requirement		\$ 5,000
Net capital in excess of requirements		<u>37,812</u>
Net capital as above		<u>\$ 42,812</u>
Ratio of aggregate indebtedness to net capital		<u>2.14</u>

**BRYAN FUNDING, INC.**

**RECONCILIATION OF NET CAPITAL COMPUTATION TO**

**JUNE 30, 2008 FOCUS REPORT**

**SCHEDULE II**

**JUNE 30, 2008**

	<b><u>Audit Report</u></b>	<b><u>Focus Report</u></b>
Total ownership equity	\$ 42,812	\$ 42,812
Net capital requirements	<u>5,000</u>	<u>5,000</u>
Excess net capital	<u><u>\$ 37,812</u></u>	<u><u>\$ 37,812</u></u>

No differences exist in the computation of net capital between the audit report and Bryan Funding, Inc's Focus Report (Part IIA filing) for the period ending June 30, 2008.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL ACCOUNTING CONTROL  
REQUIRED BY SEC RULE 17a-5**

Board of Directors  
Bryan Funding, Inc.

In planning and performing my audit of the financial statements and supplemental schedules of Bryan Funding, Inc. for the year ended June 30, 2008, in accordance with auditing standards generally accepted in the United States of America, I considered the Company's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, I do not express an opinion on the effectiveness of the Company's internal control.

Also, as required by rule 17a-5(g)(1) of the Securities and Exchange Commission (SEC), I have made a study of the practices and procedures followed by the Company including consideration of control activities for safeguarding securities. This study included tests of such practices and procedures that I considered relevant to the objectives stated in rule 17a-5(g) in making the periodic computations of aggregate indebtedness and net capital under rule 17a-3(a)11 and for determining compliance with the exemptive provisions of rule 15c3-3. Because the Company does not carry securities accounts for customers or perform custodial functions relating to customer securities, I did not review the practices and procedures followed by the Company in any of the following:

1. Making quarterly securities examinations, counts, verifications, and comparisons and recordation of differences required by rule 17a-13.
2. Complying with the requirements for prompt payment for securities under Section 8 of the Federal Reserve Regulation T of The Board of Governors of the Federal Reserve System.

The management of the Company is responsible for establishing and maintaining internal control and the practices and procedures referred to in the preceding paragraph. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of controls and of the practices and procedures referred to in the preceding paragraph and to assess whether those practices and procedures can be expected to achieve the SEC's above-mentioned objectives. Two of the objectives of internal control and the practices and procedures are to provide management with reasonable, but not absolute assurance that assets for which the Company has responsibility are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in conformity with generally accepted accounting principles. Rule 17a-5(g) lists additional objectives of the practices and procedures listed in the preceding paragraph.

Because of inherent limitations in internal control and the practices and procedures referred to above, error or fraud may occur and not be detected. Also, projection of any evaluation of them to future periods is subject to the risk that they may become inadequate because of changes in conditions or that the effectiveness of their design and operation may deteriorate.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

My consideration of internal control was for the limited purpose described in the first and second paragraphs and would not necessarily identify all deficiencies in internal control that might be material weaknesses. I did not identify any deficiencies in internal control and control activities for safeguarding securities that we consider to be material weaknesses, as defined above. In addition, no facts came to my attention which indicated that the exemptive provisions of the rule 15c3-3(k)(2)(i) were not complied with during the year ended June 30, 2008.

I understand that practices and procedures that accomplish the objectives referred to in the second paragraph of this report are considered by the SEC to be adequate for its purposes in accordance with the Securities Exchange Act of 1934 and related regulations, and that practices and procedures that do not accomplish such objectives in all material respects indicate a material inadequacy for such purposes. Based on this understanding and on my study, I believe that the Company's practices and procedures, as described in the second paragraph of this report, were adequate at June 30, 2008, to meet the SEC's objectives.

This report is intended solely for the information and use of the Board of Directors, management, the SEC and the Financial Industry Regulatory Authority and other regulatory agencies that rely on rule 17a-5(g) under the Securities Exchange Act of 1934 in their regulation of registered brokers and dealers, and is not intended to be and should not be used by anyone other than those specified parties.



Eric Rossi CPA, LLC  
Pittsburgh, Pennsylvania  
August 12, 2008